



February 6, 2009

## SENATE BILL No. 136

DIGEST OF SB 136 (Updated February 5, 2009 12:41 pm - DI yl)

**Citations Affected:** IC 5-22.

**Synopsis:** Indiana businesses. Removes the expiration date of a provision concerning certain purchasing preferences for certain businesses.

**Effective:** July 1, 2009.

### Charbonneau

January 7, 2009, read first time and referred to Committee on Rules and Legislative Procedure.

February 5, 2009, amended; reassigned to Committee on Commerce, Public Policy, and Interstate Cooperation.

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SB 136—LS 6434/DI 13+



February 6, 2009

First Regular Session 116th General Assembly (2009)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2008 Regular Session of the General Assembly.

## SENATE BILL No. 136

A BILL FOR AN ACT to amend the Indiana Code concerning state and local administration.

*Be it enacted by the General Assembly of the State of Indiana:*

1 SECTION 1. IC 5-22-15-20.5, AS AMENDED BY P.L.4-2005,  
2 SECTION 33, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE  
3 JULY 1, 2009]: Sec. 20.5. (a) This section applies only to a contract  
4 awarded by a state agency.

5 (b) As used in this section, "Indiana business" refers to any of the  
6 following:

7 (1) A business whose principal place of business is located in  
8 Indiana.

9 (2) A business that pays a majority of its payroll (in dollar  
10 volume) to residents of Indiana.

11 (3) A business that employs Indiana residents as a majority of its  
12 employees.

13 (4) A business that makes significant capital investments in  
14 Indiana.

15 (5) A business that has a substantial positive economic impact on  
16 Indiana as defined by criteria developed under subsection (c).

17 (c) The Indiana department of administration shall consult with the

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Indiana economic development corporation in developing criteria for determining whether a business is an Indiana business under subsection (b). The Indiana department of administration may consult with the Indiana economic development corporation to determine whether a particular business meets the requirements of this section and the criteria developed under this subsection.

(d) There are the following price preferences for supplies purchased from an Indiana business:

(1) Five percent (5%) for a purchase expected by the state agency to be less than five hundred thousand dollars (\$500,000).

(2) Three percent (3%) for a purchase expected by the state agency to be at least five hundred thousand dollars (\$500,000) but less than one million dollars (\$1,000,000).

(3) One percent (1%) for a purchase expected by the state agency to be at least one million dollars (\$1,000,000).

(e) Notwithstanding subsection (d), a state agency shall award a contract to the lowest responsive and responsible offeror, regardless of the preference provided in this section, if:

(1) the offeror is an Indiana business; or

(2) the offeror is a business from a state bordering Indiana and the business's home state does not provide a preference to the home state's businesses more favorable than is provided by Indiana law to Indiana businesses.

(f) A business that wants to claim a preference provided under this section must do all of the following:

(1) State in the business's bid that the business claims the preference provided by this section.

(2) Provide the following information to the department:

(A) The location of the business's principal place of business. If the business claims the preference as an Indiana business described in subsection (b)(1), a statement explaining the reasons the business considers the location named as the business's principal place of business.

(B) The amount of the business's total payroll and the amount of the business's payroll paid to Indiana residents.

(C) The number of the business's employees and the number of the business's employees who are Indiana residents.

(D) If the business claims the preference as an Indiana business described in subsection (b)(4), a description of the capital investments made in Indiana and a statement of the amount of those capital investments.

(E) If the business claims the preference as an Indiana

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1 business described in subsection (b)(5), a description of the  
2 substantial positive economic impact the business has on  
3 Indiana.  
4 ~~(g) This section expires July 1, 2009.~~

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## COMMITTEE REPORT

Madam President: The Senate Committee on Rules and Legislative Procedure, to which was referred Senate Bill No. 136, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Delete the title and insert the following:

A BILL FOR AN ACT to amend the Indiana Code concerning state and local administration.

Delete everything after the enacting clause and insert the following:

(SEE TEXT OF BILL)

and when so amended that said bill be reassigned to the Senate Committee on Commerce, Public Policy, and Interstate Cooperation.

(Reference is to SB 136 as introduced.)

LONG, Chairperson

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